

## Message Text

CONFIDENTIAL

PAGE 01 PARIS 10174 242130Z  
ACTION EUR-12

INFO OCT-01 ISO-00 SP-02 USIA-06 AID-05 EB-08 NSC-05  
SS-15 STR-07 OMB-01 CEA-01 CIAE-00 COME-00 FRB-03  
INR-10 NSAE-00 XMB-02 OPIC-03 LAB-04 SIL-01 /086 W  
-----124599 250714Z /21

R 242105Z MAR 78  
FM AMEMBASSY PARIS  
TO SECSTATE WASHDC 9147  
DEPT OF TREASURY WASHDC

CONFIDENTIAL PARIS 10174

PASS FEDERAL RESERVE

E.O. 11652: GDS  
TAGS: EFIN, FR  
SUBJ: CHANGES IN AUTONOMOUS SHORT-TERM CAPITAL A,\$  
ERRORS AND OMISSIONS IN JANUARY AND FEBRUARY

1. IN JANUARY THE SUBJECT INFLOW WAS 4 BILLION FRANCS, AN INCREASE OVER DECEMBER, DESPITE THE APPROACH OF THE MARCH ELECTIONS. IN FEBRUARY, HOWEVER, THE SUBJECT INFLOW REVERSED AND BECAME A 1.4 BILLION FRANC OUTFLOW, THE LARGEST SINGLE MONTHLY OUTFLOW SINCE APRIL 1976. THIS PROBABLY REFLECTED TRANSACTIONS TAKEN JUST BEFORE THE MARCH ELECTIONS.

2. IN THE FIRST TWO WEEKS OF MARCH SEVERAL LONG-TERM FOREIGN BORROWINGS WERE DRAWN DOWN IN ORDER TO PARTLY OFFSET THE CHANGE IN SHORT-TERM INFLOWS. PARTLY AS A RESULT OF THIS, THE FRENCH FRANC EXCHANGE RATE DEPRECIATED ONLY SLIGHTLY IMMEDIATELY BEFORE THE ELECTIONS. ALL THINGS CONSIDERED GOF MONETARY AUTHORITIES HAVE REASON TO CONGRATULATE THEMSELVES ON THEIR ABILITY TO MAINTAIN A BASICALLY STABLE EXCHANGE RATE DURING A PERIOD OF POLITICAL UNCERTAINTY.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 PARIS 10174 242130Z

HARTMAN

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptoning:** Z  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** AMENDMENTS, ECONOMIC REPORTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 24 mar 1978  
**Decaption Date:** 20 Mar 2014  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978PARIS10174  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780131-0987  
**Format:** TEL  
**From:** PARIS  
**Handling Restrictions:**  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1978/newtext/t19780328/aaaaaxkq.tel  
**Line Count:** 56  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** efee37be-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** ONLY  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** ONLY  
**Reference:** n/a  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 18 may 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3211943  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** CHANGES IN AUTONOMOUS SHORT-TERM CAPITAL A,\$ ERRORS AND OMISSIONS IN JANUARY AND FEBRUARY  
**TAGS:** EFIN, FR  
**To:** STATE TRSY  
**Type:** TE  
**vdkvgwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/effee37be-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014